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### BEFORE THE POSTAL REGULATORY COMMISSION WASHINGTON, D.C. 20268-0001

COMPETITIVE PRODUCT PRICES
PRIORITY MAIL CONTRACT 77 (MC2014-18)
NEGOTIATED SERVICE AGREEMENT

Docket No. CP2014-31

## USPS NOTICE OF CHANGE IN PRICES PURSUANT TO AMENDMENT TO PRIORITY MAIL CONTRACT 77

(November 15, 2017)

The Postal Service hereby provides notice that prices under Priority Mail

Contract 77, in the above-captioned proceeding, have changed as contemplated by the contract's terms. A redacted version of the amendment to Priority Mail Contract 77 is provided in Attachment A, and the unredacted amendment is being filed under seal.

The amendment will become effective two business days after the day that the Commission completes its review of this filing.

The Postal Service is also filing supporting financial documentation and a certified statement as required by 39 C.F.R. § 3015.5. The certified statement required by 39 C.F.R. § 3015.5(c)(2) is provided in Attachment B. A redacted version of the supporting financial documentation is included with this filing as a separate Excel file. The Postal Service's original application for non-public treatment in this docket is hereby incorporated by reference for the protection of these materials.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorney:

Elizabeth A. Reed

475 L'Enfant Plaza, SW Washington, D.C. 20260-1137 (202) 268-3179 Elizabeth.A.Reed@usps.gov November 15, 2017

# ATTACHMENT A REDACTED AMENDMENT TO PRIORITY MAIL CONTRACT 77

# AMENDMENT #5 OF SHIPPING SERVICES CONTRACT BETWEEN THE UNITED STATES POSTAL SERVICE

## REGARDING PRIORITY MAIL SERVICE

AND

WHEREAS, the United States Postal Service (the "Postal Service") and ("Customer") entered into a Shipping Services Contract regarding Priority Mail Service, Contract 77/Docket No. CP2014-31, on February 6, 2014.

WHEREAS, the Parties desire to enter into this Amendment #5 to the Contract (the "Amendment") to amend Section I.B to the Contract.

NOW, THEREFORE, for valuable consideration the receipt and sufficiency of which are hereby acknowledged, the Parties agree that the Contract is hereby amended as detailed below. The Contract remains unchanged in all other respects and is hereby ratified by the Parties. This Amendment shall become effective two (2) business days following the day on which the Commission issues all necessary regulatory approval.

The Parties hereby agree to amend Sections I.B set forth below to the Contract.

#### I. Terms

- B. This contract applies to Customer's inbound and outbound packages (collectively "Contract Packages"), as follows:
  - 1. Customer's Priority Mail packages
  - 2. Customer's Priority Mail Regional Rate Boxes
  - 3. Customer's Priority Mail Regular, Legal and Padded Flat Rate Envelopes; and
  - 4. Customer's Priority Mail Flat Rate Boxes.

IN WITNESS WHEREOF, the Parties hereto have caused this Amendment to be duly executed as of the later date below:

UNITED	<b>STATES</b>	<b>POSTAL</b>	<b>SERVICE</b>

Signed by: Uiff Rucker

Printed Name: Cliff Rucker

Title: Senior Vice President, Sales and Customer Relations

Date: 10/26/2017

## ATTACHMENT B SIGNED CERTIFICATION

#### **Certification of Prices for Amendment to Priority Mail Contract 77**

I, Steven R. Phelps, Manager, Regulatory Reporting and Cost Analysis, Finance Department, am familiar with the prices and terms for the amendment to Priority Mail Contract 77. The amended prices and terms contained in this Contract were established by the Decision of the Governors of the United States Postal Service on the Establishment of Prices and Classifications for Domestic Competitive Agreements, Inbound International Competitive Agreements, and Other Non-Published Competitive Rates (Governors' Decision No. 11-6).

I hereby certify, based on the financial analysis provided herewith, that the amended prices are in compliance with 39 U.S.C § 3633 (a)(1), (2), and (3). They are expected to cover attributable costs. There should therefore be no subsidization of competitive products by market dominant products. The amended contract should not impair the ability of competitive products on the whole to cover an appropriate share of institutional costs.

Steven R. Phelps

Digitally signed by Steven R. Phelps DN: cn=Steven R. Phelps, o=United States Postal Service, ou=Pricing & Costing, email=steven.r.phelps@usps.gov, c=US Date: 2017.11.14 15:50:01 -05'00'

Steven R. Phelps